

General Assembly

Committee Bill No. 5639

January Session, 2007

LCO No. **5904** *05904HB05639HS_*

Referred to Committee on Human Services

Introduced by: (HS)

AN ACT CONCERNING THE CLOSING OR RELOCATION OF A LONG-TERM CARE FACILITY.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 17b-353 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2007*):
- 3 (a) Any facility, as defined in subsection (a) of section 17b-352, 4 which proposes (1) a capital expenditure exceeding one million dollars, which increases facility square footage by more than five thousand square feet or five per cent of the existing square footage, 6 7 whichever is greater, (2) a capital expenditure exceeding two million 8 dollars, or (3) the acquisition of major medical equipment requiring a capital expenditure in excess of four hundred thousand dollars, 10 including the leasing of equipment or space, shall submit a request for 11 approval of such expenditure, with such information as the 12 department requires, to the Department of Social Services. Any such 13 facility which proposes to acquire imaging equipment requiring a 14 capital expenditure in excess of four hundred thousand dollars, 15 including the leasing of such equipment, shall obtain the approval of 16 the Office of Health Care Access in accordance with section 19a-639,

subsequent to obtaining the approval of the Commissioner of Social Services. Prior to the facility's obtaining the imaging equipment, the Commissioner of the Office of Health Care Access, after consultation with the Commissioner of Social Services, may elect to perform a joint or simultaneous review with the Department of Social Services.

- (b) An applicant, prior to submitting a certificate of need application, shall request, in writing, application forms and instructions from the department. The request shall include: (1) The name of the applicant or applicants; (2) a statement indicating whether the application is for (A) a new, additional, expanded or replacement facility, service or function, (B) a termination or reduction in a presently authorized service or bed capacity or (C) any new, additional or terminated beds and their type; (3) the estimated capital cost; (4) the town where the project is or will be located; and (5) a brief description of the proposed project. Such request shall be deemed a letter of intent. No certificate of need application shall be considered submitted to the department unless a current letter of intent, specific to the proposal and in accordance with the provisions of this subsection, has been on file with the department for not less than ten business days. For purposes of this subsection, "a current letter of intent" means a letter of intent on file with the department for not more than one hundred eighty days. A certificate of need application shall be deemed withdrawn by the department if a department completeness letter is not responded to within one hundred eighty days.
- (c) In conducting its activities pursuant to this section, section 17b-352 or both, the commissioner or said commissioner's designee [may] shall hold a public hearing on an application or on more than one application, if such applications are of a similar nature with respect to the request. [At least two weeks' notice of the hearing shall be given to the facility] The commissioner or the commissioner's designee shall provide both the facility and the public with notice of the date of the hearing not less than fourteen days in advance of such date. Notice to the facility shall be by certified mail and notice to the public shall be by

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publication in a newspaper having a substantial circulation in the area served by the facility. Such hearing shall be held at the [discretion of the commissioner in Hartford or in the area so served facility for which the application was submitted. The commissioner or said commissioner's designee shall consider such request in relation to the community or regional need for such capital program or purchase of land, the possible effect on the operating costs of the facility and such other relevant factors as the commissioner or said commissioner's designee deems necessary. In approving or modifying such request, the commissioner or said commissioner's designee may not prescribe any condition, such as, but not limited to, any condition or limitation on the indebtedness of the facility in connection with a bond issued, the principal amount of any bond issued or any other details or particulars related to the financing of such capital expenditure, not directly related to the scope of such capital program and within the control of the facility. If the hearing is conducted by a designee of the commissioner, the designee shall submit any findings and recommendations to the commissioner. The commissioner shall grant, modify or deny such request within ninety days, except as provided for in this section. Upon the request of the applicant, the review period may be extended for an additional fifteen days if the commissioner or said commissioner's designee has requested additional information subsequent to the commencement of the review period. The commissioner or said commissioner's designee may extend the review period for a maximum of thirty days if the applicant has not filed in a timely manner information deemed necessary by the commissioner or said commissioner's designee.

(d) The Commissioner of Social Services shall adopt regulations, in accordance with chapter 54, to implement the provisions of this section. The commissioner shall implement the standards and procedures of the Office of Health Care Access concerning certificates of need established pursuant to section 19a-643, as appropriate for the purposes of this section, until the time final regulations are adopted in

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Sec. 2. (NEW) (Effective July 1, 2007) Notwithstanding the provisions of subsection (a) of section 17b-354 of the general statutes, the Department of Social Services may accept and approve a request for the relocation of an existing Medicaid certified nursing facility located in a municipality to a location within that municipality, or to another municipality located within a fifteen-mile radius of such nursing facility, provided: (1) Relocation to a new site will result in a reduction in the number of nursing facility beds currently licensed by the Department of Public Health, (2) relocation of such facility does not materially adversely affect bed need in the municipality, as determined pursuant to section 17b-355 of the general statutes, because the facility: (A) Intends to transfer some of the existing Medicaid certified beds to another facility within that municipality or to another facility within a fifteen-mile radius, or (B) the facility intends to otherwise address the need for nursing home services within the municipality, and (3) the relocated nursing facility will: (A) Become part of a continuing care retirement facility that is owned by, or affiliated with, the facility at the new location, or (B) develop at the relocated location or at a separate location, independent living and community-based health care services that obviate or delay the placement of the elderly persons in nursing facilities, consistent with the State Plan on Aging prepared in accordance with the requirements of the Older Americans Act of 1965, as amended.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	July 1, 2007	17b-353
Sec. 2	July 1, 2007	New section

Statement of Purpose:

To: (1) Require that the Department of Social Services, prior to approving a certificate of need application filed by a long-term care facility pursuant to section 17b-352 or 17b-353 of the general statutes,

shall hold a public hearing at the site of the long-term care facility that filed such application, and (2) allow a Medicaid certified nursing facility to relocate to a new location within a fifteen-mile radius of the original location provided certain conditions are met.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: REP. WALKER, 93rd Dist.

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